

**GOVERNMENT OF INDIA
URBAN DEVELOPMENT AND POVERTY ALLEVATION
LOK SABHA**

UNSTARRED QUESTION NO:5456
ANSWERED ON:30.04.2002
CONVERSION OF HUDCO LOAN INTO AN INTEREST FREE LOAN
GADDE RAMAMOHAN

Will the Minister of URBAN DEVELOPMENT AND POVERTY ALLEVATION be pleased to state:

(a): whether the Union Government have considered the request of the Government of Andhra Pradesh to convert HUDCO loan of Rs.300 crore as interest free loan; and

(b): if so, the details thereof and the decision taken thereon?

Answer

MINISTER OF STATE IN THE MINISTRY OF URBAN DEVELOPMENT & POVERTY ALLEVATION (SHRI BAN DATTATREYA)

(a)&(b): Yes, Sir. A request was received from the Government of Andhra Pradesh for waiver of interest on HUDCO loan of Rs.300 crore sanctioned for rehabilitation of flood victims. As there is no provision for providing such subsidy to Housing & Urban Development Corporation Ltd.(HUDCO) for rehabilitation schemes and also as such concession was not made in favour of other states in similar position, the request was not agreed to.